

BEFORE THE BOARD OF OIL, GAS, AND MINING
DEPARTMENT OF NATURAL RESOURCES
in and for the STATE OF UTAH

IN THE MATTER OF THE APPROVAL OF
THE NOTICE OF INTENT AND RECLAMATION
PLAN SUBMITTED BY KELMINE CORPORATION
A DIVISION OF COLORADO KENWORTH, INC.,
OLJETO MINE, SAN JUAN COUNTY, UTAH.

NOTICE OF HEARING
CAUSE NO. ACT-037-029

THE STATE OF UTAH TO ALL OPERATORS, TAKERS OF PRODUCTION, MINERAL AND ROYALTY OWNERS, AND PARTICULARLY ALL PERSONS INTERESTED IN TOWNSHIP 43 SOUTH, RANGE 14 EAST, SLBM, SAN JUAN COUNTY, UTAH.

Notice is hereby given that tentative approval has been given by the Utah Division of Oil, Gas, and Mining, to Kelmene Corporation, A division of Colorado Kenworth, Inc., P.O. Box 272, Naturita, Colorado 81422, to conduct underground mining of uranium and associated vanadium in Section 36, Township 43 South, Range 14 East, SLBM, San Juan County, Utah. Mineral rights are leased to Kelmene Corporation by the State of Utah (ML 33315). The person representing the company in this matter is Mr. Mel Swanson, Chief Engineer, Kelmene Corporation, P.O. Box 272, Naturita, Colorado 81422. The proposed mine is named the Oljeto Mine.

Kelmene Corporation has fulfilled obligations under the Mined Land Reclamation Act of 1975 (Title 40-8) Utah Code Annotated, 1953, as amended, and has been given tentative approval to conduct underground uranium mining using a modified room and pillar method at two adjacent deposits and employing the following surface reclamation techniques on approximately 4 acres of surface area which comprises the "land affected". Estimated duration of mining is five (5) years.

During operations:

- 1) Surface soils will be stockpiled to the extent possible and preserved so to cover the site, spoil piles, and roads to the extent possible at the conclusion of operations.
- 2) Spoil dumps will be constructed as not to impinge upon active portions of washes and drainages.
- 3) Mining will be carried out in a safe, orderly, and minerlike manner.

Following operations:

- 1) Spoil dumps will be regraded to conform with local topography, and to the extent possible, surface material previously stockpiled from the spoil dump sites will be spread over the spoil material to encourage revegetation and reduce visual impact of the contrasting spoil color. Dumps will be revegetated with a grass-shrub mixture.
- 2) Surface facility sites will be regraded to conform with local topography, stabilized, and revegetated with a grass-shrub mixture.
- 3) Unless proven that the roads built by Kelmene will have a subsequent use, roads will be reclaimed by removing culverts, returning drainages to the natural condition, regrading, and revegetation.
- 4) Portals and ventilation shafts will be sealed or secured to prevent entry by unauthorized persons.

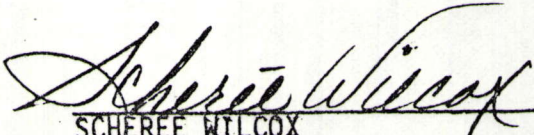
- 5) Extraneous debris, scrap metal and wood, and unusable buildings will be buried or removed from the location.

Reclamation performance surety will be established prior to final approval of the reclamation plan.

Any person or agency aggrieved by this tentative decision is hereby requested to submit written protest within 30 days of February 10, 1978, to the Division of Oil, Gas, and Mining, 1588 West North Temple, Salt Lake City, Utah 84116, setting forth factual reasons for his complaint, and thereafter, at a time and place heretobe established, appear before the Board of Oil, Gas, and Mining, to show cause, if any there be, why this plan should not be approved.

DATED this 30th day of January, 1978.

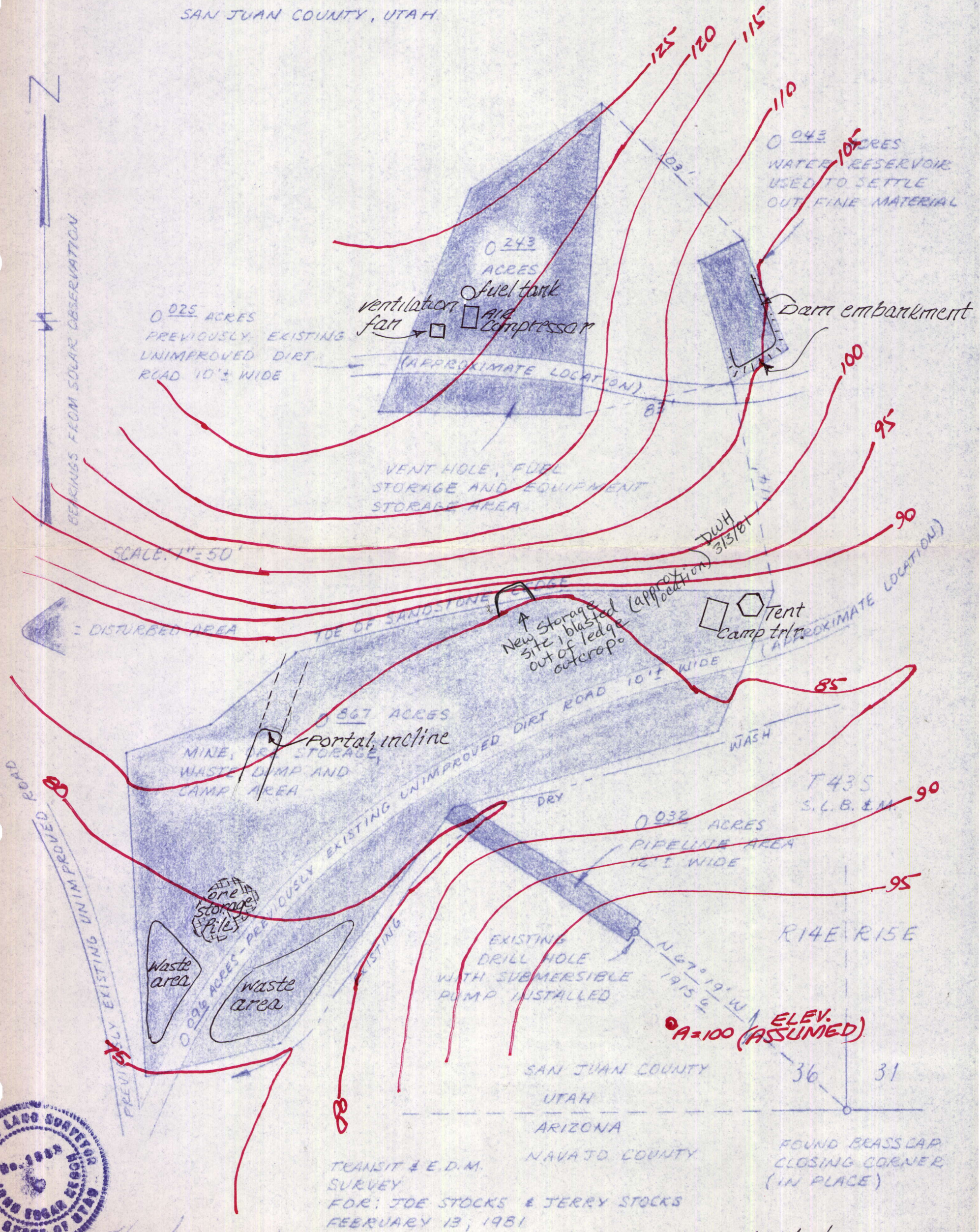
STATE OF UTAH
BOARD OF OIL, GAS, AND MINING


SCHEREE WILCOX
Administrative Assistant/Secretary
of the Board

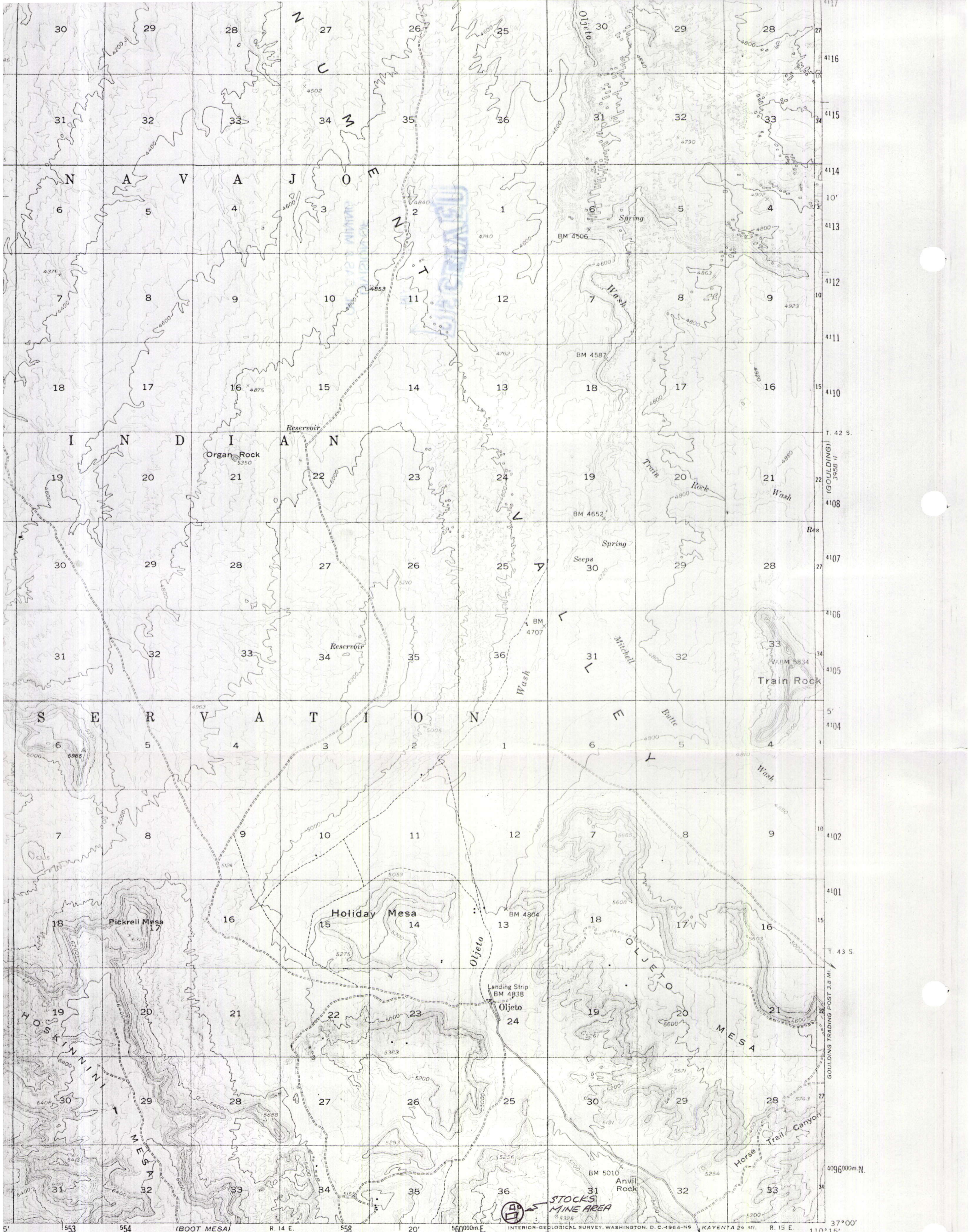
Division of Oil, Gas, and Mining
1588 West North Temple
Salt Lake City, Utah 84116
Phone: (801) 533-5771

MAP SHOWING SIZE AND APPROXIMATE LOCATION OF DISTURBED AREAS AROUND STOCKS BROTHERS' MINE

LOCATED IN SECTION 36, T43S, R14E, S.L.B. & M.,
SAN JUAN COUNTY, UTAH



Note; Development features ARE plotted in approximate positions



SCALE 1:62500

CONTOUR INTERVAL 40 FEET
DATUM IS MEAN SEA LEVEL

THIS MAP COMPLIES WITH NATIONAL MAP ACCURACY STANDARDS
FOR SALE BY U. S. GEOLOGICAL SURVEY, DENVER 25, COLORADO OR WASHINGTON 25, D. C.
A FOLDER DESCRIBING TOPOGRAPHIC MAPS AND SYMBOLS IS AVAILABLE ON REQUEST

UTAH

QUADRANGLE LOCATION

UTAH
7.435
5366C 531

ARIZONA
1924

ROAD CLASSIFICATION
1984
Light-duty ———— Unimproved dirt ————

OLJETO, UTAH-ARIZ.
N3700-W11015/15
1952
AMS 3958 III-SERIES V797

EXHIBIT B

RECEIVED

MAR 2 1981

DIVISION OF
OIL, GAS & MINING

6/10/81

EXHIBIT C

PROBABLE EQUIPMENT LIST

Two 5-ton Young buggies, diesel-powered.

One 911-B Eimco front-end loader, rubber-tired, diesel-powered.

One 100 KW Cat power plant, D-333.

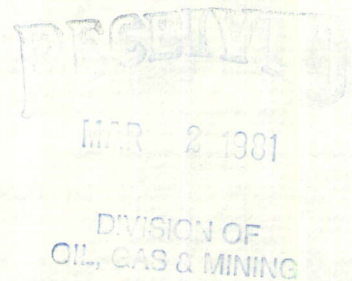
Two 5-hp electric Joy blowers.

One 250 LeRoi compressor.

Two Toyo 260 pneumatic jack leg drills.

One S-42 Elmac rubber-tired front-end loader.

One HD-655 track loader, Allyce-Chalmer, diesel-powered.





Central Utah Insurance Agency

Moab, Utah 84532



To:

Date 2/25/81

Attention:

Regarding

To Whom It May Concern;

This letter is to certify that Phyliss Cortes doing business as Sum Company, Inc. has been issued a bond. Sum Company, Inc. is listed as the principal, Western Surety Company as surety, and the State of Utah as the obligee. The bond will be sent to The State of Utah in a few days. Amount of bond is \$10,000, effective 2/23/81.

If you need to confirm this letter, please call our office at 259-5981.

RECEIVED
MAR 2 1981

Sincerely,

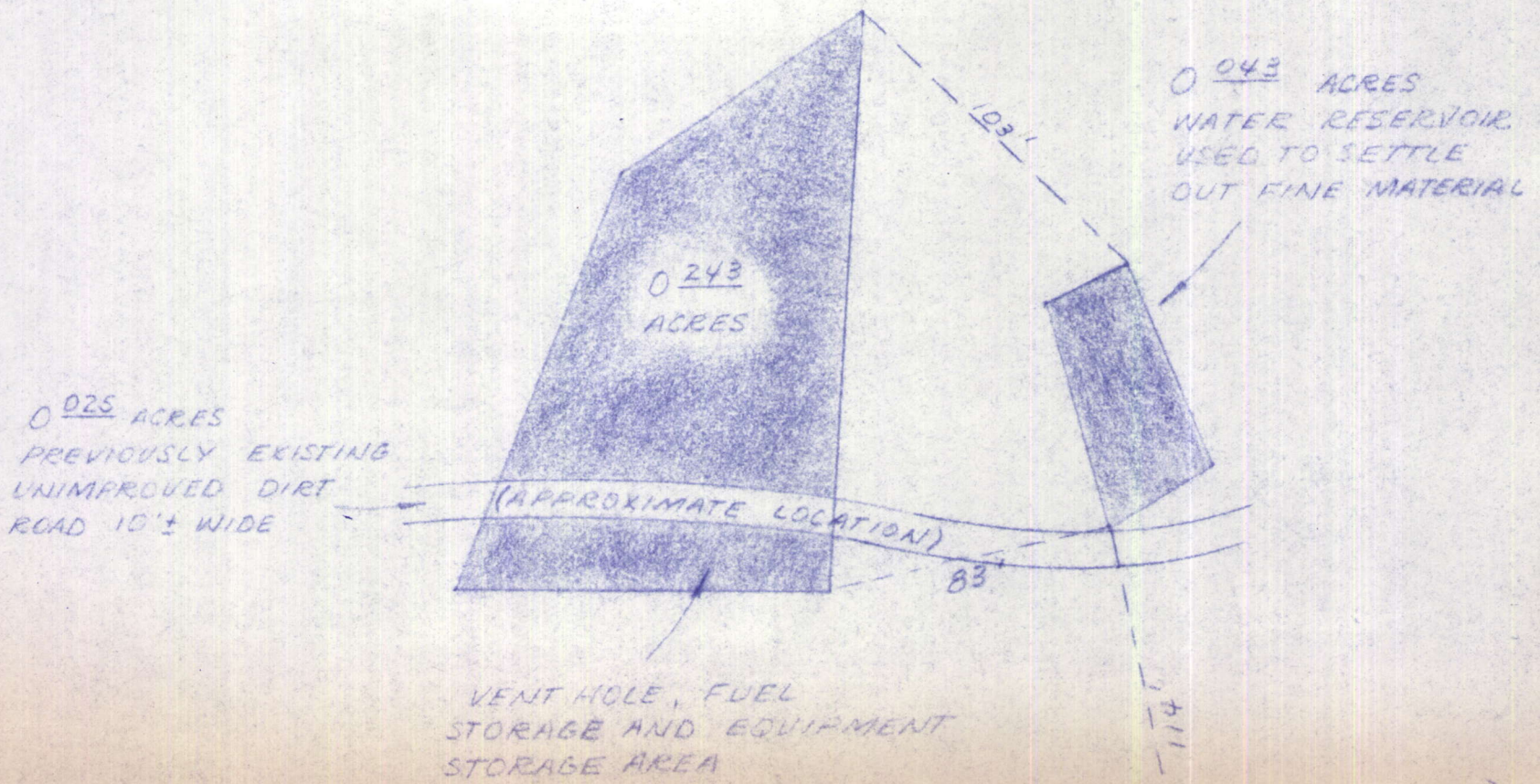
John R. Fogg, mgr.

DIVISION OF
OIL, GAS & MINING

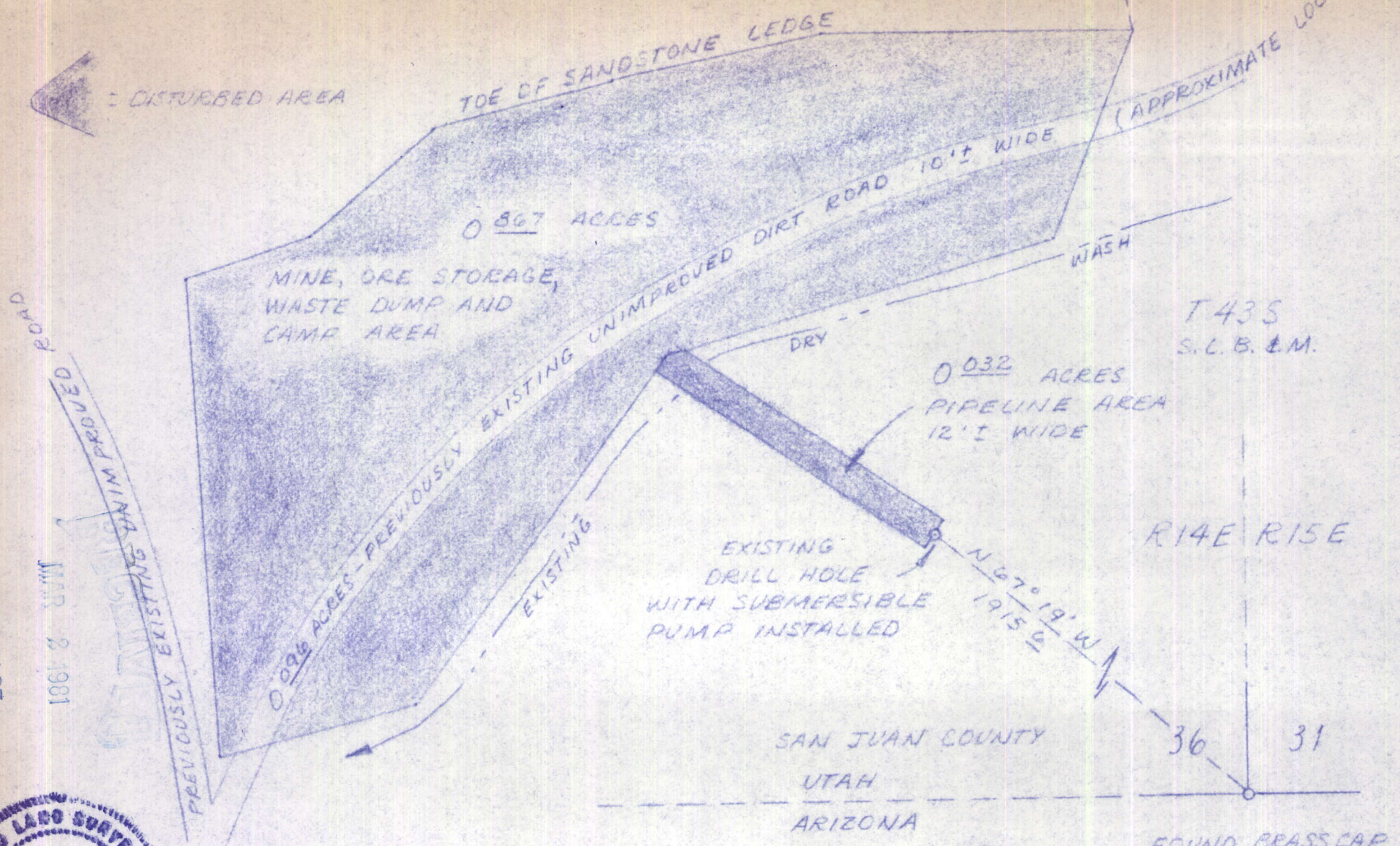
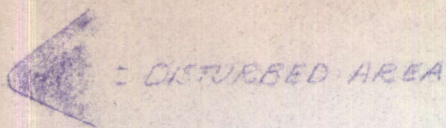
EXHIBIT D

MAP SHOWING SIZE AND APPROXIMATE LOCATION OF DISTURBED AREAS AROUND STOCKS BROTHERS' MINE

LOCATED IN SECTION 36, T43S, R14E, S.L.B. & M.,
SAN JUAN COUNTY, UTAH



SCALE: 1" = 50'



TRANSIT & E.D.M. SURVEY
FOR: JOE STOCKS & JERRY STOCKS
FEBRUARY 13, 1981



JOHN E. KEOGH
UTAH REG'D L.S. N2 1963

JOHN E. KEOGH, Land Surveyor

CITY - COUNTY BUILDING

Rev. 274

MOAB, UTAH 84532
Feb. 16, 1981

Dear Mr. Stocks:

On Feb. 13, 1981 I surveyed the area at your mine in Section 36, T-33, R-14E in San Juan County, Utah.

I determined that the total area of land which has been disturbed is 1.51 acres. This includes the land occupied by your camp, mine, ore pile and waste dump below the sandstone ledge and the reservoir and vent-compressor site above the ledge. These areas totalled 1.51 acres. I deducted 0.12 acres which the existing roads had already disturbed leaving a total of 1.39 acres of disturbed land.

Sincerely,

John E. Keogh
John E. Keogh
Utah R.L.S. No. 1963

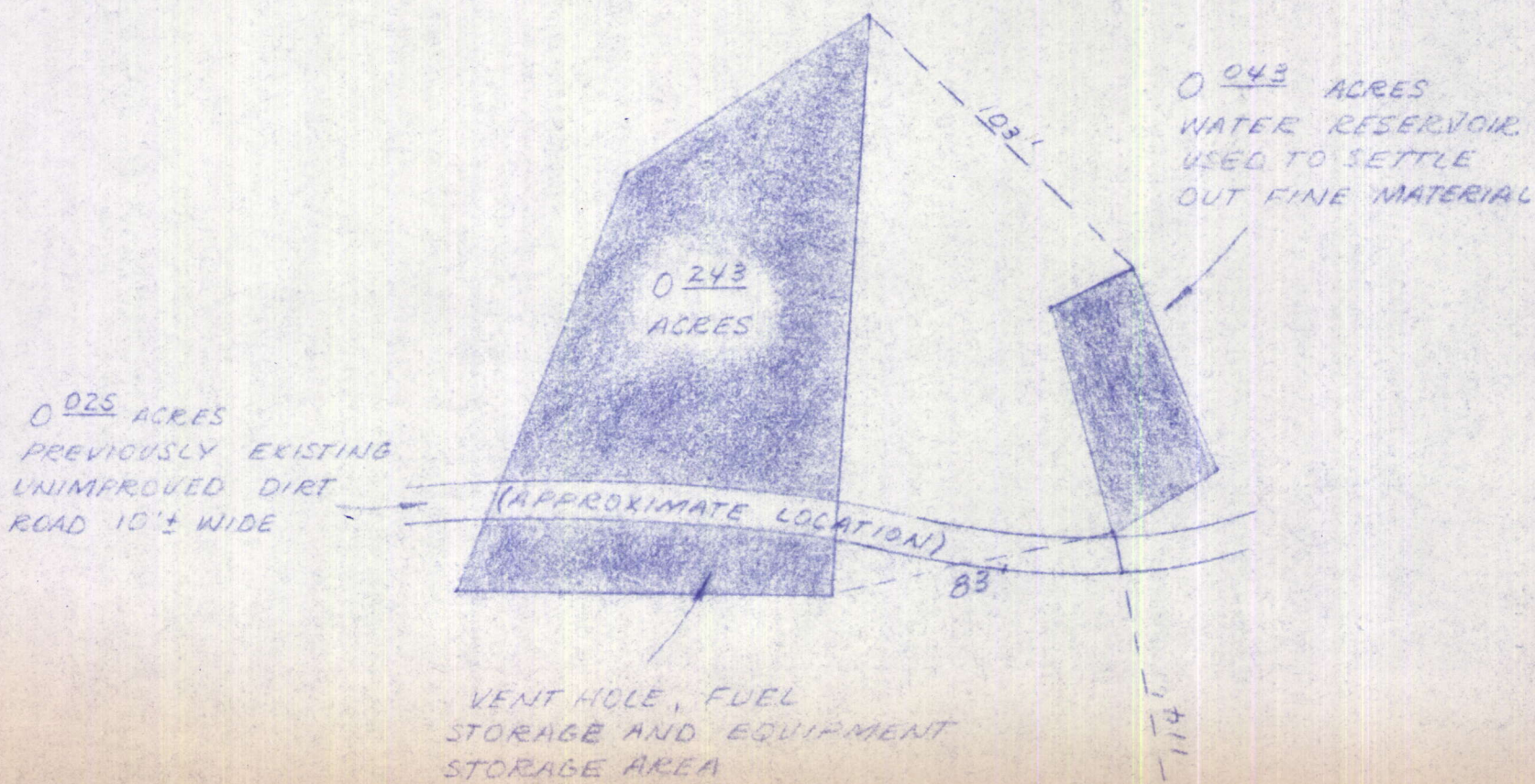
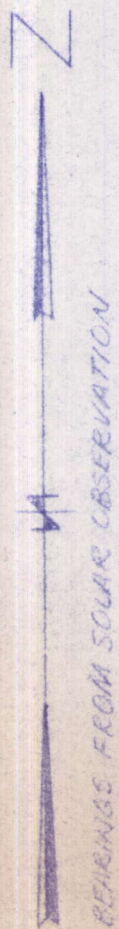
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MAR 2 1981

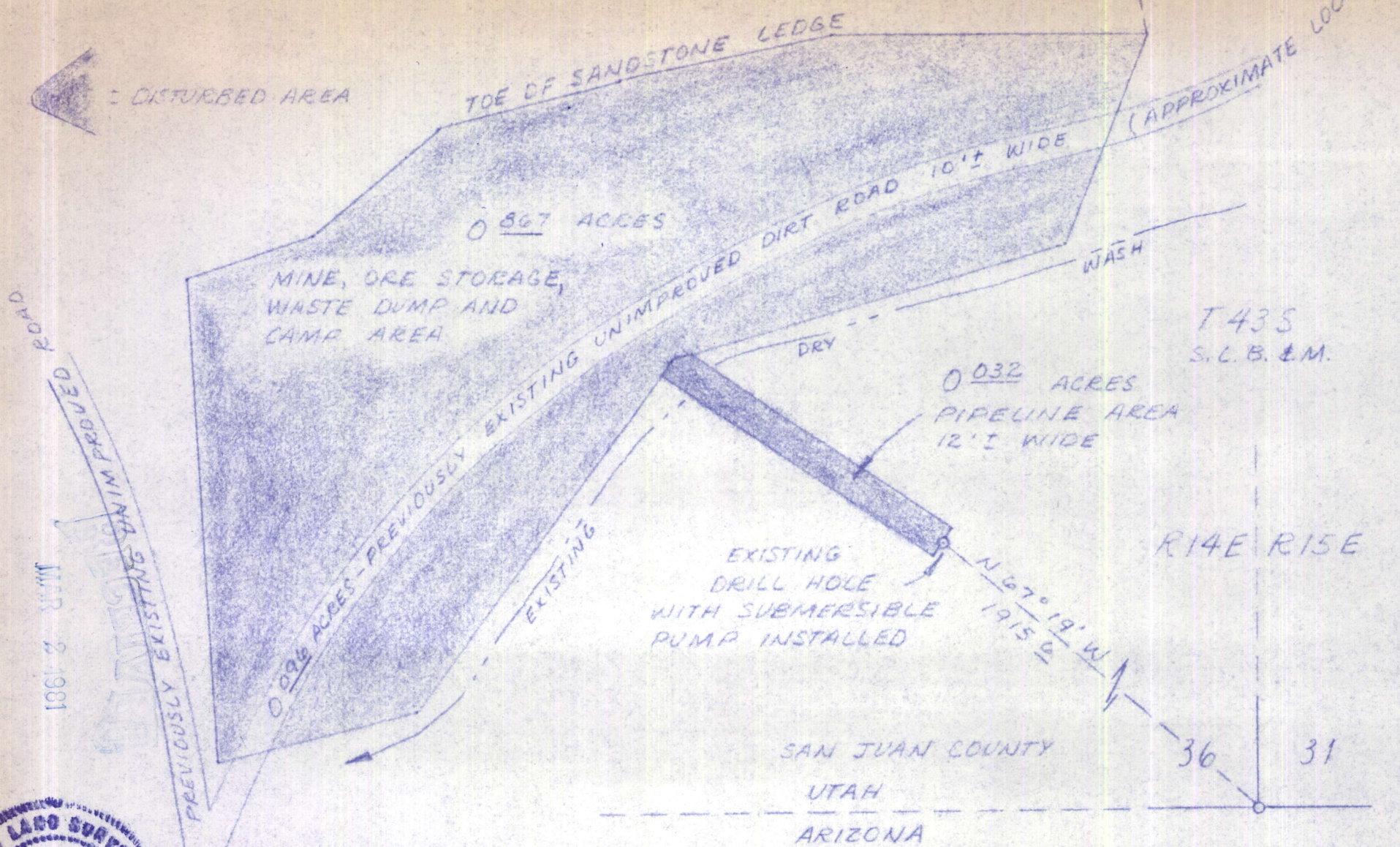
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